

LOUISIANA COUNCIL FOR ECONOMIC EDUCATION
Baton Rouge, Louisiana

FINANCIAL STATEMENT COMPILATION
For the Year Ended June 30, 2010

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 4/6/11

Elena C. Lavigne, CPA, LLC
Certified Public Accountant
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To the Board of Directors
Louisiana Council for Economic Education
Baton Rouge, LA

I have compiled the accompanying Statement of Financial Position of Louisiana Council for Economic Education (LCEE) as of June 30, 2010, and the Statements of Activities, Functional Expenses, and Cash Flows for the year then ended, in accordance with Statement on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. I have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

Elena C. Lavigne, CPA

Elena C. Lavigne, CPA
Certified Public Accountant
February 15, 2011

LOUISIANA COUNCIL FOR ECONOMIC EDUCATION
Baton Rouge, Louisiana

STATEMENT OF FINANCIAL POSITION
JUNE 30, 2010

ASSETS

CURRENT ASSETS

Cash	2,673.00
Accounts Receivable	<u>33,575.00</u>

TOTAL CURRENT ASSETS 36,248.00

FURNITURE AND EQUIPMENT

Furniture and Equipment (net of accumulated depreciation)	<u>6,184.00</u>
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TOTAL FURNITURE AND EQUIPMENT 6,184.00

TOTAL ASSETS 42,432.00

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES

Loan Payable	<u>23,970.00</u>
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TOTAL LIABILITIES 23,970.00

NET ASSETS

Unrestricted Net Income	18,309.00
Net Income	<u>153.00</u>

TOTAL NET ASSETS 18,462.00

TOTAL LIABILITIES AND NET ASSETS - 42,432.00

See accompanying notes and accountants' report

LOUISIANA COUNCIL FOR ECONOMIC EDUCATION
Baton Rouge, Louisiana

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2010

	Unrestricted	Temporarily Restricted	Totals
PUBLIC SUPPORT AND REVENUE:			
Contributions	-		-
State Grants	74,425.00		74,425.00
Other Grants	1,500.00		1,500.00
Fundraising	181.00		181.00
Other Revenue	3,077.00		3,077.00
TOTAL SUPPORT AND REVENUE	79,183.00	-	79,183.00
EXPENSES:			
Administrative Expenses	14,560.00		14,560.00
Program Expenses	64,470.00		64,470.00
Fundraising	-		-
TOTAL EXPENSES	79,030.00	-	79,030.00
CHANGE IN NET ASSETS	153.00	-	153.00
NET ASSETS AT BEGINNING OF YEAR	18,309.00	-	18,309.00
NET ASSETS AT END OF YEAR	18,462.00	-	18,462.00

See accompanying notes and accountants' report

LOUISIANA COUNCIL FOR ECONOMIC EDUCATION
Baton Rouge, Louisiana

STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2010

EXPENSES:	Administrative Expenses	Program Expenses	Fundraising	Total
Salary expense		57,598.00		57,598.00
Operating expense	9,450.00			9,450.00
Contract Labor	1,759.00			1,759.00
Professional Fees	1,290.00			1,290.00
Depreciation	2,061.00			2,061.00
Conference		-		-
Stock Market Game		745.00		745.00
Coordinator Salary		3,750.00		3,750.00
Curriculum expense		679.00		679.00
Travel		1,698.00		1,698.00
Fundraising expense			-	-
TOTAL	14,560.00	64,470.00	-	79,030.00

See accompanying notes and accountants' report

LOUISIANA COUNCIL FOR ECONOMIC EDUCATION
Baton Rouge, Louisiana

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2010

CASH FLOWS FROM OPERATING ACTIVITES

Change in Net Assets	153.00
Adjustments to reconcile increase in net assets to net cash provided by operating activities:	
Depreciation	2,061.00
Decrease (Increase) in Operating Asset	
Accounts Receivable	(2,907.00)
Increase (Decrease) in Operating Liabilites:	
Net Cash used in operating activities	
Cash flows from Financing Activities:	
Net increase in Cash and Cash Equivalents	(693.00)
Cash at Beginning of Year	3,366.00
Cash at End of Year	<u>2,673.00</u>

See accompanying notes and accountants' report

LOUISIANA COUNCIL FOR ECONOMIC EDUCATION
Baton Rouge, Louisiana

NOTES TO FINANCIAL STATEMENTS
June 30, 2010

NOTE 1- BACKGROUND:

Louisiana Council for Economic Education (LCEE) is a not-for-profit organization located in Baton Rouge, LA. LCEE's mission is to provide teachers with easily understandable instruction in useful economic concepts and analytical tools, and improve teacher and school access to Economics America's economic education instructional materials. Results of these activities will help prepare K-12 students to meet the benchmarks in the Louisiana Social Studies Content Standards and to become productive members of the workforce, responsible citizens, knowledgeable consumers, prudent savers and investors, effective participants in the global economy and competent decision makers throughout their lives.

NOTE 2- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

Income Taxes- LCEE is exempt from paying corporate income taxes under Section 501(c)(3) of the Internal Revenue Code.

Basis of Accounting- The accompanying financial statements are presented using the accrual basis of accounting.

Basis of Presentation- Financial statement presentation follows the recommendation of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards (SFAS) No. 117, Financial Statements of Not-for-Profit Organizations. Under SFAS No. 117, LCEE is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

Cash and Cash Equivalents- For purposes of the Statement of Cash Flows, LCEE considers all unrestricted highly liquid investments with an initial maturity of three months or less to be cash equivalents.

Donated Property and Equipment- Donations of property and equipment are recorded as contributions at their estimated fair value at the date of donation. Such donations are reported as increases in unrestricted net assets unless the donor has restricted the donated asset to a specific purpose. The assets donated to LCEE were donated without restriction.

Use of Estimates- The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

LOUISIANA COUNCIL FOR ECONOMIC EDUCATION
Baton Rouge, Louisiana

NOTES TO FINANCIAL STATEMENTS (cont'd)
June 30, 2010

NOTE 3- FURNITURE AND EQUIPMENT

Furniture and equipment is recorded at estimated fair market value at date of donation or at cost if purchased. Depreciation is compute don the straight-line method and is based on expected useful lives ranging from three to 10 years.

NOTE 4- EDUCATION GRANT:

The grant received from the State Department of Economic Development by LCEE provides funds for administrative, operation, and instructional services to help facilitate the planning, coordination, and performance of statewide economic education activities of the Louisiana Council for Economic Education office and the eight university and college based Centers for Economic Education.

NOTE 5- CONTINGENCY:

LCEE is a recipient of the Economic Education grant awarded by the Louisiana Department of Economic Development. This grant is governed by the State awarding agency. The administration of this grant is under the control of LCEE and is subject to an audit and/or review by the Legislative Auditor. Any funds found to be not properly spent in accordance with the terms and condition of the grant may be subject to recapture.

NOTE 6- PROGRAM FEES:

Program fees consist of fees charged for workshops and seminars LCEE sponsors to teach math and economic concepts to teachers and students in grades 4 to 12. Information is mailed to public and non-public schools prior to the start of school.

NOTE 7- NOTE PAYABLE:

Loan payable consist of a \$32,250 non-interest bearing loan made to LCEE by a former employee (Nancy Sidener) in 2002. LCEE makes quarterly payments to Ms. Sidener, as of June 30, 2009, \$8,280 has been repaid. No payments were made during fiscal year 2010, because under the agreement with LCEE and Ms. Sidener, funds are paid to Ms. Sidener based on a percentage of excess unrestricted funds. As of June 30, 2010, there were no funds available to make any payments on the loan.

**LOUISIANA COUNCIL FOR ECONOMIC EDUCATION
BATON ROUGE, LA
SCHEDULE OF FINDINGS
JUNE 30, 2010**

Finding #1:

Condition-

The Louisiana Council for Economic Education did not complete and submit its financial report in a timely manner to the Legislative Auditor.

Cause-

CPA previously engaged to complete 2010 fiscal year end compilation failed to maintain approved status with Legislative Auditor

Recommendation-

The Louisiana Council for Economic Education should comply with the state law and complete its financial package within six months of its fiscal year end.

Management's response and Corrective Action Plan-

We agree with the finding. In the future we will require documentation from our CPA verifying his/her good standing with the state prior to allowing him/her to submit an engagement letter on our behalf. We will make every effort to comply with the state law, and complete the financial package in a timely manner.